

As of late September 2007 there have been no significant federal tax changes for Utah. Since we no longer deduct federal taxes on the state form we are less vulnerable to federal changes. But even without that consideration any tax changes are very minor and probably do not yield to offsetting state changes.

HR 2006 had the following short titles:

U.S. Troop Readiness, Veterans' Care, Katrina Recovery, and Iraq Accountability Appropriations Act, 2007

*Fair Minimum Wage Act of 2007*

*Small Business and Work Opportunity Act of 2007*

*Small Business and Work Opportunity Tax Act of 2007*

Most of the tax provisions impacted federal credits, tax administration, AMT provisions, etc. The one tax provision with a small impact on Utah was an increase and extension of expensing for small business. I expect the impact to be less than \$500,000.

S. 1726, To regulate certain State taxation of interstate commerce, and for other Purposes and a companion house bill, is in the beginning stages. It would limit the ability of state businesses without a physical presence. We have seen no Congressional numbers on this bill yet really do not have a good explanation of the provisions. It could possible have an impact of several millions if it is ever passed. Any cost would not be realized until fiscal 2009 at the earliest. We could delink from the provisions.

I heard at an FTA research meeting that this is probably dead for this year because there are so many other issues.